

IN THE UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF DELAWARE

JOEL S. ARIO, in his official capacity as)	
Insurance Commissioner of the Commonwealth of)	
Pennsylvania, as Liquidator of RELIANCE)	C.A. No. 07-048-JJF
INSURANCE COMPANY (IN LIQUIDATION),)	
)	
Plaintiff,)	
)	
v.)	
)	
PAULA FINANCIAL,)	
)	
Defendant.)	

STIPULATION OF DISMISSAL WITH PREJUDICE

IT IS HEREBY STIPULATED AND AGREED by the parties hereto, subject to the approval of the Court, that all claims and counterclaims asserted by the parties in the above-captioned action are dismissed with prejudice pursuant to Fed. R. Civ. P. 41. Each party to this action will bear its own costs and attorneys' fees.

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Dated: June 5, 2008

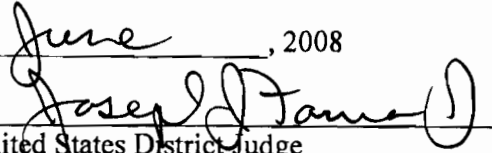
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Attorney for Defendant

Dated: June 5, 2008

SO ORDERED THIS 6 day of June, 2008


United States District Judge